

911 Inform

Financial Cost Forecast

Overall Project Costs for 911 Inform

Non Recurring Charges under the 911 Inform Project

For Implementation Services, Server build out, MLTS Integration, Floor Plan Digitization and Database Development = \$ 1,151,732.00

This is broken down into two milestone payments, with the first one due end of November 2022 after the initial buildout and database development has been completed. The second milestone payment is due in February 2023

- Milestone Payment 1 = \$863,799
 - Lumen Credit = (\$635,000)
 - Final Milestone Payment 1 = \$228,799
- Milestone Payment 2 = \$287,933

Overall Project Costs for 911 Inform

Monthly Recurring Charges under the 911 Inform Project

Starting in January, the Monthly Recurring Charges will begin, with three levels of pricing. As the project progresses so does the MRC.

January charges = \$28,253

February Charges = \$30,396

March Charges = \$34,677

The MRC will remain at the \$34,677 a month from March 2023 until the End of the AZNET III Contract which is September 30th 2025. There are 2 - 1 year extensions possible, bringing the contract end date to September 30th 2027

Overall Project Costs for 911 Inform

Monthly Recurring Charges under the 911 Inform Project

The monthly recurring charges will be broken out amongst the agencies based upon their Voice Seat Percentage in AZNet. This will create a dollar amount that you will be responsible for.

Example:

ADOA has 1.53% of the total number of voice seats in AZNET for the month of August, this would equal a \$531.60 charge for that month's 911 Inform MRC

Overall Project Costs for 911Inform

Estimated Payment Schedule for Year 1			
Services	Payment Terms	Month(s)	Estimated Monthly Recurring Charges (MRC)
Managed Services & Product Subscription	Service Term commencement Note: MRC will be adjusted at the time invoiced according to (a) above	1	\$28,253.57
	5 weeks after Service Term commencement Note: MRC will be adjusted at the time invoiced according to (b) above	2	\$30,396.40
	9 weeks after Service Term commencement Note: MRC will be adjusted at the time invoiced according to (c) above	3-12	\$34,677.39
Total Estimated MRC Payments over first 12 Months (USD) Service Term			\$405,423.87

Overall Project Costs for 911Inform

Payment Schedule for Years 2 and 3			
Managed Services & Product Subscription	Payment Terms	Charge Type	Total Monthly Recurring Charges (MRC)
Year 2	Invoiced monthly over 12 months Service Term	MRC	\$34,677.39
Year 3	Invoiced monthly over 12 months Service Term	MRC	\$34,677.39
Total MRC Payments over 24 Months (USD)			\$832,257.36

We will extend this out to fall in line with the AZNet Contract, if it goes to years 4 and 5.

Having a voice system that will cover these laws will be a part of the **AZNET 4 RFP** in the future.

What EIC is Doing to Help

EIC will be taking several holidays to help offset these costs as they are coming due in the middle of a Fiscal year, each holiday will offset costs by \$146,000 - *see next slide for information

Working with SIP and Voice Complete Carriers for the Long Distance Voice contract, to bring in \$6,000 a month savings as our new plan covers a larger area at a lesser per minute charge.

New TEM Vendor MRC cost reduction started in FY23

- MDSL MRC = \$49,000
- New Contract under Ventraq 7/31/22 = \$44,016
- \$4,984 monthly cost reduction

Shared Infra Carrier Cost Reduction

- Renegotiating carrier contracts to lower costs for MOE, MPLS and the State Internet Circuits.

Overview of 911 Monthly Charges and EIC Fund Allocation

TEM Invoice	911 Inform	EIC	Notes
Oct-22		\$ 146,000	EIC HOLIDAY- Will Collect this money, but it will be held by the TEM in the State Bank and used towards the 911 Inform Invoices and not paid out to EIC
Nov-22		\$ 146,000	EIC HOLIDAY- Will Collect this money, but it will be held by the TEM in the State Bank and used towards the 911 Inform Invoices and not paid out to EIC
Dec-22	\$ 228,799		Milestone 1 Invoice will be sent to the TEM
At this point there will be a surplus of \$63,201 over what was collected for EIC in the State bank after the 1st Milestone Payment is paid.			
Jan-23	\$ 28,254		1st 911 Inform MRC Invoice
Jan-23		\$ 146,000	EIC HOLIDAY- Will Collect this money, but it will be held by the TEM in the State Bank and used towards the 911 Inform Invoices and not paid out to EIC
Feb-23	\$ 30,397		2nd 911 Inform MRC Invoice
Feb-23		\$ 146,000	EIC HOLIDAY- Will Collect this money, but it will be held by the TEM in the State Bank and used towards the 911 Inform Invoices and not paid out to EIC
End of February there will be a surplus of \$296,550 from what was collected for EIC in the State Bank, this will go towards the upcoming Milestone 2 payment			
March	\$ 287,933		Milestone 2 Invoice will be sent to the TEM

**Thank you so much for attending the CFO meeting on
Wednesday the 28th, I will be glad to answer any
questions you may have. I can add some meetings over
the next few weeks if anyone would like to discuss this in
more detail with me.**